

FISCAL NOTE
HB 3293 - SB 3353

March 22, 2006

SUMMARY OF BILL: Requires local legislative bodies to approve the issuance of debt obligations by a 2/3 majority unless the project is for school projects in which case a 2/3 majority vote of the local school board would also be required. Requires a referendum for certain types of debt obligations.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – If a few required referendums must take place outside of regularly scheduled elections there will be an increase in local government expenditures* exceeding \$100,000. Such costs will be dependent on the size of the local governments holding such referendums.

Assumptions:

- Any administrative cost to require local legislative bodies to vote on debt obligations is estimated to be not significant.
- Many of the required referendums will take place as part of a regularly scheduled election; therefore, any cost to place such items on the ballot for any regular scheduled elections is estimated to be not significant.

**Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White".

James W. White, Executive Director